

# AGENDA

## HEALTH SERVICES AND DEVELOPMENT AGENCY

BellSouth Tower, Main Auditorium  
333 Commerce Street  
Nashville Tennessee  
Wednesday, October 27, 2004  
8:30 a.m. CDT

- I. CALL TO ORDER
- II. DIRECTOR'S ANNOUNCEMENTS
- III. CERTIFICATE OF NEED APPLICATIONS

- APPROVED A. **Vanderbilt University Hospital**, Clarksville (Montgomery County) Tennessee -- **CN0406-052**  
The addition of twelve (12) neonatal intensive care unit (NICU) beds to the license of Vanderbilt University Hospital (VUH) in Nashville (Davidson County), Tennessee and the subsequent delicensure of twelve (12) NICU beds from Gateway Medical Center in Clarksville (Montgomery County), Tennessee. No beds will be physically relocated. VUH will operate the unit in space leased from Gateway Medical Center. Thus, the responsibility for the unit will reside with VUH while Gateway Medical Center will serve as landlord. The service area for the project is Montgomery, Houston, and Stewart Counties in Tennessee and Christian and Todd Counties in Kentucky. The project does not include any major medical equipment.  
**\$ 776,646.00**  
**DEFERRED FROM THE SEPTEMBER MEETING**
- APPROVED B. **BioImaging at Charlotte, Inc.**, Memphis (Shelby County) Tennessee -- **CN0406-057**  
The establishment of an outpatient diagnostic center (ODC) and the initiation of magnetic resonance imaging (MRI) services. The establishment of this ODC will be affected by the purchase of the existing Park Avenue Imaging Center at 5190 Park Avenue, Memphis, TN 38119, including two (2) MRI units, one (1) computerized tomography (CT) unit, and related imaging equipment. The Park Avenue Imaging Center is currently being operated under the private practice exemption. Therefore, the approval of this ODC will not result in the addition of new MRI units in the service area. The only major medical equipment involved is for MRI services. No other health services will be initiated or discontinued.  
**\$ 4,684,219.84**  
**DEFERRED FROM THE SEPTEMBER MEETING**
- APPROVED C. **Erlanger East**, Chattanooga (Hamilton County) Tennessee -- **CN0405-047**  
The construction of a new four (4) story patient tower and other ancillary space totaling approximately 178,500 square feet; renovation of approximately 22,500 square feet of space, transfer of seventy-nine (79) beds from the Erlanger Medical Center main campus to the Erlanger East campus; initiation of cardiac catheterization and the acquisition of a magnetic resonance imaging (MRI) scanner. The urgent care center will be upgraded to a full-service emergency department. The additional seventy-nine (79) beds will increase the licensed bed capacity from twenty-eight (28) beds to one hundred seven (107) beds. The main campus licensed bed capacity will decrease from 703 to 624 licensed beds.  
**\$ 68,725,321.00**
- APPROVED D. **St. Jude Children's Research Hospital** Memphis (Shelby County) Tennessee -- **CN0405-049**  
The construction of a seven (7)-story (including basement) building to be called the Integrated Patient Care and Research Building, Tower One; the acquisition of the following major medical equipment: a linear accelerator, a cyclotron, two 3.0 Tesla magnetic resonance imaging ("MRI") scanners, and a PET/CT scanner; and the addition of sixteen (16) licensed hospital beds. The project will be located on the campus of St. Jude Children's Research Hospital, 332 North Lauderdale Street, Memphis, TN 38105. The additional sixteen (16) beds will increase the total licensed bed capacity of the hospital to seventy-eight (78).  
**\$ 106,714,834.00**

- DEFERRED E. **Blount Memorial Hospital**, Maryville (Blount County) Tennessee -- **CN0406-050**  
The initiation of open heart surgical services. Initialization of this project will entail the renovation and modification of existing facilities (2020 square feet), situated on Level 2 of the hospital in the existing Operating Suite and adjoining area. The present number of ICU/CCU/step-down and medical/surgical beds are adequate to support the proposed volume of open heart procedures. The proposed open heart program will be operated by Blount Memorial Hospital under the existing organizational structure.  
\$ **1,560,057.25**  
**OPPOSITION:** University Health System d/b/a University of Tennessee Medical Center  
University Heart Surgeons, PLLC  
Baptist Hospital of East Tennessee  
**DEFERRED TO THE JANUARY MEETING**
- APPROVED F. **NHC HealthCare**, Smithville (DeKalb County) Tennessee -- **CN0407-060**  
The addition of six (6) new Medicare certified nursing home beds to the existing one hundred fourteen (114) bed NHC HealthCare, Smithville (currently certified for both Medicaid and Medicare participation) for a total of one hundred twenty (120) nursing home beds located at 825 Fisher Avenue in Smithville, DeKalb County. The project involves the conversion of six (6) licensed assisted care living facility beds to six (6) nursing home beds.  
\$ **101,000.00**
- APPROVED G. **Wellmont Bristol Regional Medical Center**, Bristol (Sullivan County) Tennessee -- **CN0407-062**  
The acquisition of a magnetic resonance imaging (MRI) system at the hospital campus located at 1 Medical Park Blvd., Bristol, TN 37620. Major medical equipment includes a General Electric Signa 3.0 Tesla Whole Body MRI System. If approved, Wellmont Bristol Regional Medical Center will be operating two (2) fixed MRI scanners. No licensed beds are involved.  
\$ **3,382,919.00**
- APPROVED H. **Jackson-Madison County General Hospital**, Jackson (Madison County) Tennessee -- **CN0407-063**  
Expansion of the Emergency Department to include 20,475 square feet of new space, 2,000 square feet of renovated space, and 8,000 square feet of new shell space. The new space will include twenty-two (22) new patient exam rooms six (6) of which will be built to trauma specifications and two (2) of which will be for orthopedics. Jackson-Madison County General Hospital is located at 708 West Forest Avenue in Jackson. There will be no change in the licensed bed count of the hospital. This project does not include the acquisition of major medical equipment.  
\$ **10,857,930.00**
- DEFERRED I. **Humboldt General Hospital**, Humboldt (Gibson County) Tennessee -- **CN0407-064**  
Discontinuance of obstetrics services at Humboldt General Hospital, 3525 Chere Carol Road, Humboldt, TN 38343. The Hospital is located between Highway 45 By-Pass and Highway 45 Business Route. There will be no change in the licensed total bed count of sixty-two (62) beds. The eleven (11) obstetrics beds will be converted to medical beds. There is no purchase of major medical equipment and no initiation of major health care services.  
\$ **12,500.00**  
**DEFERRED TO THE NOVEMBER MEETING**
- APPROVED J. **East Tennessee PET Center, Inc.**, Knoxville (Knox County) Tennessee -- **CN0407-066**  
The establishment of an outpatient diagnostic center (ODC) and the initiation of positron emission tomography (PET) services. The equipment will be a combination PET/CT unit. Upon approval of this application, the mobile PET service at Baptist Hospital of East Tennessee, Inc., will be discontinued and Certificate of Need CN0210-102A will be surrendered. The new service will be provided in Suite 210 of The Cornerstone Building located at 1450 Dowell Springs Boulevard, Knoxville, Tennessee, 37909. This project will not increase or decrease any licensed bed complement. No other major medical equipment will be involved and no other health services are being proposed.  
\$ **3,395,623.00**  
**OPPOSITION:** St. Mary's Health System, Inc. and St. Mary's Medical Center  
Vista Radiology, P.C.  
Covenant Health
- APPROVED K. **Cardiovascular Associates at Meadowview**, Kingsport (Sullivan County) Tennessee -- **CN0407-068**  
Establishment of an outpatient diagnostic center (ODC) and the initiation of magnetic resonance imaging (MRI) services, one (1) day per week, at 2033 MeadowView Lane, Kingsport, TN 37660 at a

capital cost for CON purpose of \$575,634, of which \$30,000 is the capital expenditure and the balance is the value of leased space and equipment. The ODC with MRI will be established by leasing the MRI from Holston Medical Group for one (1) day per week in a 3,538 SF area (with MRI) of an approved ODC being constructed at that address by Holston Medical Group (CN0209-089A). The proposed facility will be licensed as an ODC by the Department of Health. The project does not contain any other type of major medical equipment or initiate or discontinue any other health service; and it will not affect any licensed bed complements.

\$ **575,634.00**

- APPROVED L. **Center for Inflammatory Disease**, Nashville (Davidson County) Tennessee -- **CN0407-069**  
The acquisition of a magnetic resonance imaging (MRI) unit and the initiation of MRI imaging of the hand and foot for the patients of the Center for Inflammatory Disease, P.C. located at 2001 Charlotte Avenue, Nashville, TN 37203, through acquisition of a portable 0.2 Tesla MRI unit. This new type of MRI images only the hand or foot. It will be used in an unshielded 400 SF examination room. The project does not require licensure as a healthcare facility.

\$ **434,950.00**

#### IV. OTHER BUSINESS

- APPROVED A. **Takoma Adventist Hospital** (Greeneville, Greene Co) Tennessee -- **CN0005-036A**  
**REQUEST FOR EXTENSION OF THE EXPIRATION DATE FROM NOVEMBER 1, 2004 UNTIL APRIL 1, 2006.** The renovation and expansion of Takoma Adventist Hospital. New construction of a 59,300 SF, 2-story addition for the relocation of all outpatient services and 11 OB/PP beds, and dedicated physician office space of 23,700 SF that is not included in the CON review process. There was no change in licensed bed complement. The original CON was granted on August 23, 2000 with an expiration date of September 1, 2003. On April 23, 2003, the CON was extended until November 1, 2004. On October 21 Takoma Adventist Hospital submitted a request that the CON be extended until March 31, 2006. Surgery, Recovery, Central Sterile Processing, Patient Reception and Medical Records were recorded as substantially complete on July 27, 2004. OB and Medical/Surgical patient Care Units are scheduled to be substantially complete by November 30, 2004. Emergency Department work is scheduled to begin in January 2005 with a projected completion date of January 2006.

#### V. CURRENT REPORTS

- A. Statistical reports
- B. Finance, Ways and Means Report
- C. Minutes

#### VI. ADJOURNMENT